

Raised Bill No. 6486

January Session, 2023

LCO No. 3053



Referred to Committee on ENVIRONMENT

Introduced by: (ENV)

AN ACT CONCERNING EXTENDED PRODUCER RESPONSIBILITY FOR TIRES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. (NEW) (*Effective January 1, 2024*) (a) For purposes of this section:
- 3 (1) "Abandoned scrap tire pile" means a scrap tire pile for which the
- 4 Commissioner of Energy and Environmental Protection is not able to:
- 5 (A) Locate the persons responsible for the tire pile; or (B) cause the
- 6 persons responsible for the tire pile to remove the tire pile.
- 7 (2) "Beneficial use" means the use of tire chips in a manner that is not
- 8 recycling, storage or disposal, but that serves as a replacement for
- 9 another product or material for specific purposes. "Beneficial use"
- 10 includes, but is not limited to, the use of tire chips for: (A) Civil
- 11 engineering purposes; (B) low-density light-weight aggregate fill; and
- 12 (C) septic or drain field construction. "Beneficial use" does not include
- 13 the use of scrap tires or material derived from scrap tires: (i) In the
- 14 construction of fences; or (ii) as fill, other than low-density light-weight

15 aggregate fill.

LCO No. 3053 1 of 5

- 16 (3) "Commissioner" means the Commissioner of Economic and 17 Community Development.
- 18 (4) "Disposal" means the deposit, dumping or permanent placement 19 of scrap tire in or on land or in the waters of the state.
- 20 (5) "Fund" means the Scrap Tire Market Development Fund 21 established pursuant to this section.
- 22 (6) "Ground rubber" means scrap tires that have been ground, 23 shredded or otherwise reduced in size such that the particles are less 24 than or equal to three-quarters of an inch in diameter and are ninety-25 eight per cent wire-free by weight.
 - (7) "Materials derived from scrap tires" means ground rubber, tire sections, tire chips, tire shreds, rubber, steel, fabric or other similar materials derived from scrap tires.

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- 29 (8) "Passenger tire equivalent" means a measure of mixed sizes of tires 30 in which each twenty-five pounds of whole tires or material derived 31 from scrap tires is equal to one scrap tire.
- 32 (9) "Proceeds of the fee" means the money collected by the 33 Department of Revenue Services from payment of the recycling fee 34 including interest and penalties on delinquent payments.
- (10) "Recycler" means a business based in the state that annually uses:
 (A) Or can reasonably be expected during the next year to use, a
 minimum of one hundred thousand scrap tires generated in the state, or
 one thousand two hundred fifty tons of scrap tires generated in the state,
 to recover energy or produce energy, ground rubber, chipped tires or an
 end product, or (B) one hundred twenty-five tons or more of scrap tires
 generated in the state in end products.
- 42 (11) "Recycling market development fee" means the fee established in subsection (b) of this section.
- 44 (12) "Scrap tire" means a tire that is no longer suitable for the tire's

LCO No. 3053 **2** of 5

original intended purpose because of wear, damage or defect; or a tire that a tire retailer removes from a vehicle for replacement by a new or used tire.

- (13) "Shredded scrap tires" means scrap tires or material derived from scrap tires that has been reduced to a six-inch square or smaller.
- (14) "Tire" means a product composed primarily of rubber that is mounted on the wheels of all types of passenger and commercial onroad and off-road motorized vehicles, including passenger vehicles, to provide mobility. "Tire" does not include any tire from any toy, bicycle, commercial aircraft or personal mobility device.
- (15) "Tire chips" means the approximate size of a shredded tire once such tire is shredded and screened or classified to create a generally consistent size.
 - (16) "Tire retailer" means any person engaged in the business of selling new tires either as replacement tires or as part of the sale of a new vehicle.
 - (17) "End product" means a product that has component material derived from scrap tires and that the commissioner has determined to have a demonstrated market and substantial recycled tire content.
 - (b) (1) There is established a recycling market development fee that each tire retailer shall impose upon each purchase of a new tire by a consumer. Such fee shall be paid by the consumer to the tire retailer at the time the new tire is purchased. Such fee shall not be imposed on the sale of retreaded or used tires.
 - (2) The recycling market development fee for each tire with a rim diameter of twenty-four and one-half inches shall be two dollars. Such fee for each tire with a rim diameter greater than twenty-four and one-half inches shall be three dollars.
 - (3) Each tire retailer shall pay the recycling market development fee to the Department of Revenue Services quarterly on or before the last

LCO No. 3053 3 of 5

day of the month immediately following the last day of the previous quarter. Such payment shall be accompanied by a form prescribed by the Department of Revenue Services.

- (4) The Department of Revenue Services shall cause the recycling market development fees collected pursuant to this section to be deposited in the Scrap Tire Recycling Market Development Fund established pursuant to subsection (c) of this section except the department shall retain administrative costs of not more than one hundred fifty thousand dollars per year for agency costs associated with the collection of such fees.
- (5) The Department of Revenue Services shall administer, collect and enforce the fee authorized pursuant to this section in accordance with the same procedures used in the administration, collection and enforcement of state sales and use taxes.
- (6) Each tire retailer may retain five per cent of the recycling market development fee collected pursuant to this section for costs associated with the collection of such fee.
 - (7) The recycling market development fee imposed pursuant to this section shall be in addition to all other state taxes or fees imposed on the sale of new tires.
- (c) There is established the "Scrap Tire Recycling Market Development Fund". Such fund shall be within the Department of Revenue Services and consist of the net proceeds of the recycling market development fee imposed pursuant to subsection (b) of this section. Such fund shall be used for the following purposes: (1) Not more than seventy-five per cent of such fund shall be used for grants to scrap tire recyclers who produce and sell tire-derived products and to manufacturers of end products who use materials derived from scrap tires, (2) not more than twenty-five per cent of such funds shall be used for grants to municipalities for the remediation of abandoned scrap tire piles, and (3) the funding of one full-time position for administration of this section and to develop and coordinate a program to promote state

LCO No. 3053 **4** of 5

- 107 procurement, to the extent practicable, of materials derived from scrap
- tires and end products. Such position shall be within the Department of
- 109 Economic and Community Development.
- (d) In determining priority for grants to recyclers and manufacturers
- 111 of end products, the Department of Economic and Community
- Development shall consider the following factors in order of priority: (1)
- 113 The production, sale and use of ground rubber, (2) the production, sale
- and use of tire chips for beneficial use, (3) the production, sale and use
- of shredded tire material for beneficial use, and (4) other products that
- use material derived from scrap tires as raw material.
- 117 (e) The Commissioner of Economic and Community Development
- shall determine a schedule of grant amounts, for purposes of subsection
- (d) of this section, based on the weight of end products produced and
- sold by recyclers and manufacturers of end products, with greater
- weights receiving larger grants.
- 122 (f) The Department of Energy and Environmental Protection shall
- 123 provide assistance to municipalities in identifying abandoned scrap tire
- pile locations in need of remediation.
- 125 (g) The Commissioner of Economic and Community Development
- shall adopt regulations, in accordance with the provisions of chapter 54
- of the general statutes, to carry out the provisions of this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	January 1, 2024	New section
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Statement of Purpose:

To establish extended producer responsibility for tires.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

LCO No. 3053 5 of 5